

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL CONTRACT 146 (MC2016-3)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-3

**NOTICE OF UNITED STATES POSTAL SERVICE OF
AMENDMENT TO PRIORITY MAIL CONTRACT 146,
WITH PORTIONS FILED UNDER SEAL**
(July 14, 2016)

The Postal Service hereby provides notice that the terms of Priority Mail Contract 146, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Contract 146 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective one business day following the day that the Commission completes its review of this filing.

This amendment will not materially affect the cost coverage of Priority Mail Contract 146. Therefore, the supporting financial documentation and financial certification initially filed in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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July 14, 2016

ATTACHMENT A

REDACTED AMENDMENT TO PRIORITY MAIL CONTRACT 146

**AMENDMENT #2 OF
SHIPPING SERVICES CONTRACT**

BETWEEN

**THE UNITED STATES POSTAL SERVICE
AND**

REGARDING PRIORITY MAIL SERVICE

WHEREAS, the United States Postal Service ("the Postal Service") and [REDACTED] ("Customer") entered into a shipping services contract regarding Priority Mail service on September 28, 2015.

WHEREAS, the Parties desire to replace Sections I.B and I.G in their entirety.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract remains unchanged in all other respects. This amendment shall become effective one business day following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.B and I.G in their entirety, as follows:]

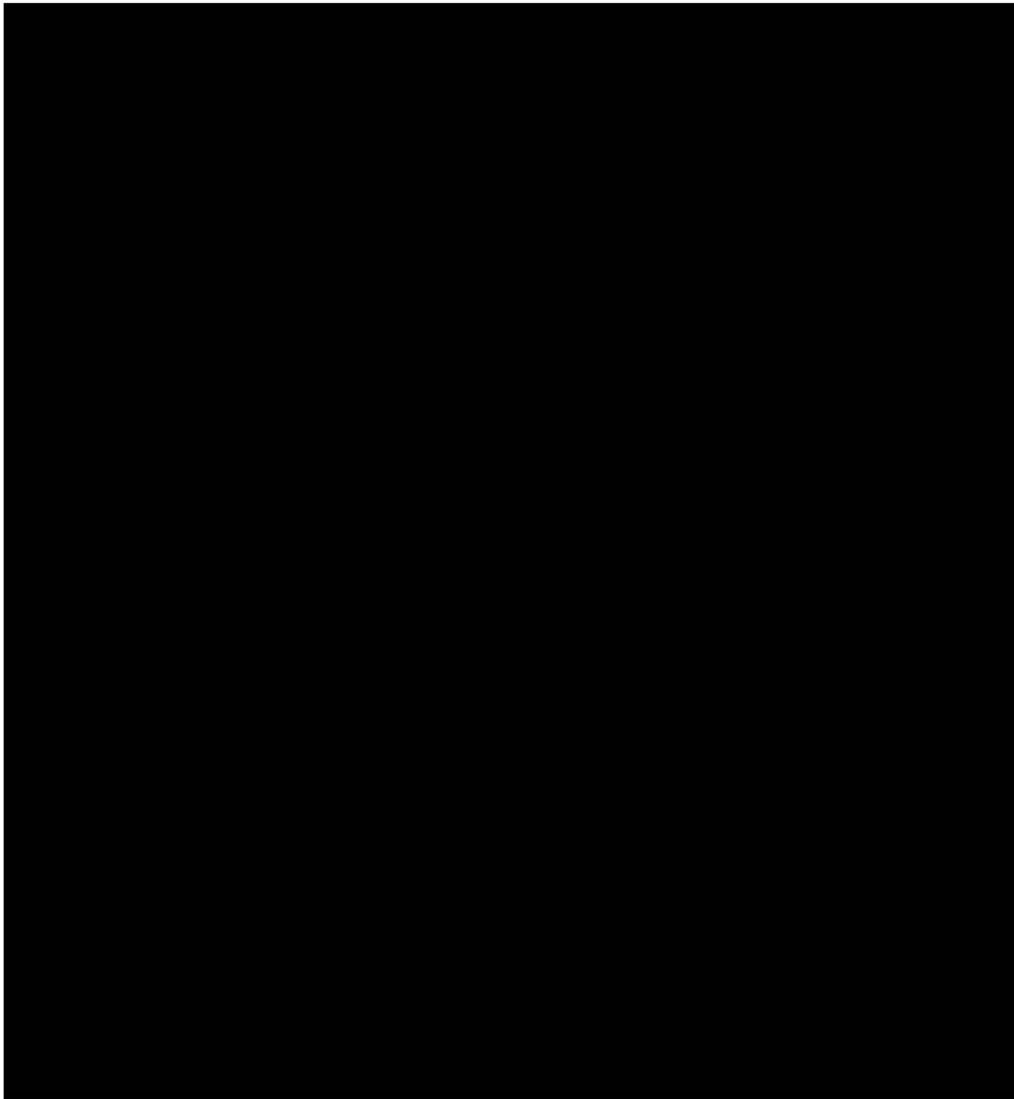
I. Terms

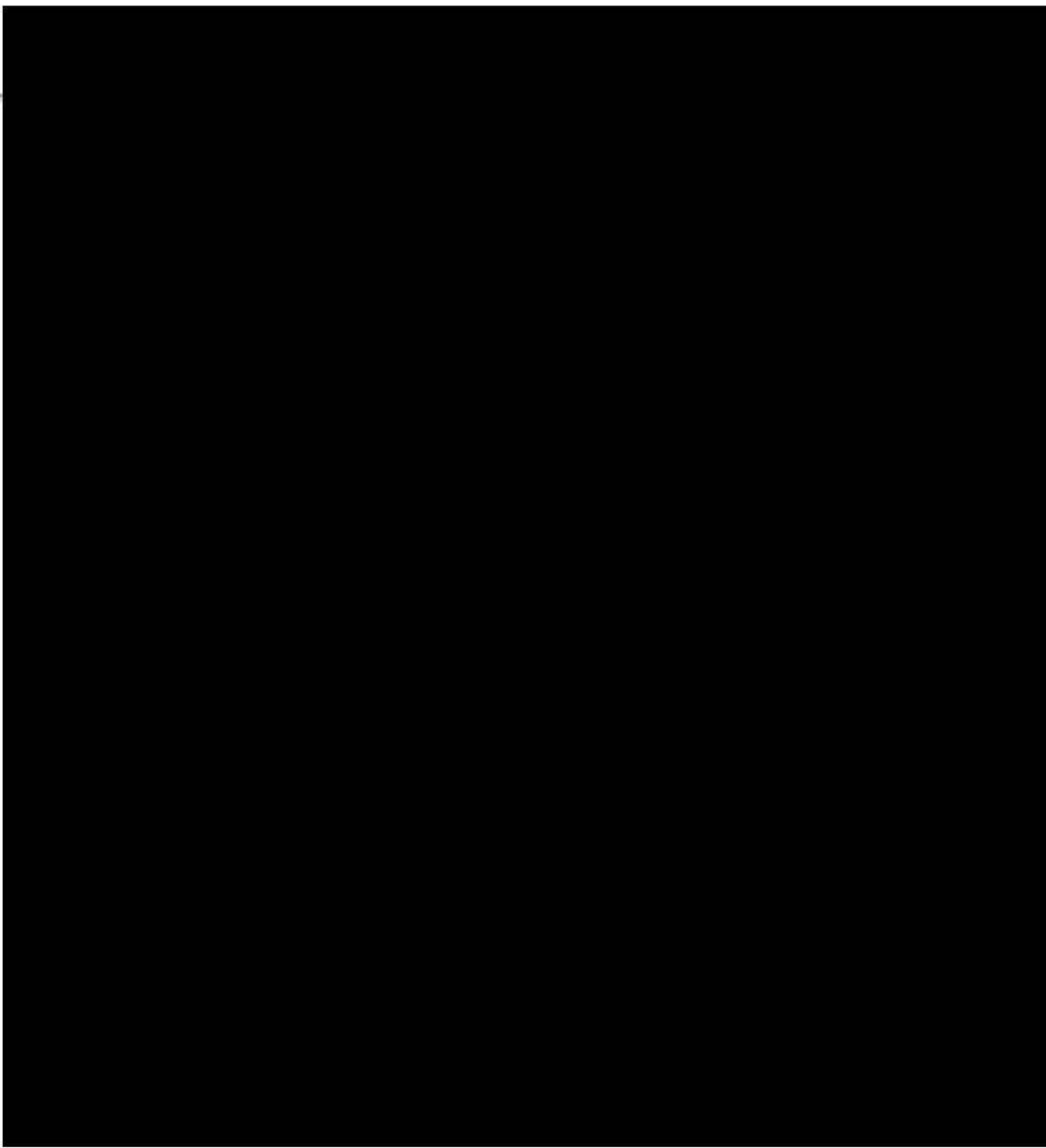
B. This contract applies to Customer's Priority Mail cubic packages [REDACTED] ("Contract Packages"). Customer's Contract Packages and Customer's other Priority Mail shipments, collectively known as "Total PM Packages," shipped from Customer's reported permit numbers, will both count toward the volume commitment in Section I.G. below.

G. Contract Prices. From the effective date of this amendment, Customer shall receive tiered discounted prices for Contract Packages based on Customer's Total PM Packages shipped per Contract Quarter, as follows:

1. From the effective date of this amendment, Customer shall pay applicable discounted prices based on Customer's volume of Total PM Packages shipped during the previous full Contract Quarter, pursuant to:
 - Table B below for the first Volume Year
 - Table C below for the second Volume Year
 - Table D below for the third Volume Year

2. In any Volume Year, should the volume of Total PM Packages in any Contract Quarter fall below the minimum volume for Tier 1 for the applicable Volume Year, Customer will pay the prevailing Priority Mail Commercial Plus Cubic prices on all Contract Packages shipped during the subsequent Contract Quarter.
3. The Postal Service will monitor Customer's volume of Total PM Packages, and, within 15 days after the start of each Contract Quarter, will notify Customer of the applicable tier for that Contract Quarter based on Tables B through H below. Tier price changes will be effective within 15 days after the start of each Contract Quarter. Discounted prices will be calculated by the Postal Service and rounded up to the nearest whole cent.





IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by:  _____

Printed Name: CLIFF RUCKER

Title: VP sales

Date: 7/6/16

